

**PROFIT AND LOSS**  
(Example)

**ABC Landscaping Company**  
**1000 First Street**  
**Sacramento, CA 95814**

| <b>October 2003</b> |                   | <b>November 2003</b> |                   | <b>December 2003</b> |                   |
|---------------------|-------------------|----------------------|-------------------|----------------------|-------------------|
| Gross Receipts      | <u>\$5,000</u>    | Gross Receipts       | <u>\$2,000</u>    | Gross Receipts       | <u>\$4,000</u>    |
| Total Income        | \$5,000           | Total Income         | \$2,000           | Total Income         | \$4,000           |
| Expenses:           |                   | Expenses:            |                   | Expenses:            |                   |
| Car                 | \$200             | Car                  | \$200             | Car                  | \$200             |
| Equipment           | \$1,000           | Equipment            | \$1,000           | Equipment            | \$300             |
| Repair              | \$300             | Repair               | \$1,100           | Repair               | \$100             |
| Advertising         | \$300             | Advertising          | \$300             | Advertising          | \$300             |
| Cash Draw           | <u>\$1,000</u>    | Cash Draw            | \$1000            | Cash Draw            | \$1,000           |
| Total Expense       | (\$2,800)         | Total Expense        | (\$3,600)         | Total Expenses       | (\$1,900)         |
| Total Income        | \$5,000           | Total Income         | \$2,000           | Total Income         | \$4,000           |
| Total Expenses      | <u>(-\$2,800)</u> | Total Expenses       | <u>(-\$3,600)</u> | Total Expenses       | <u>(-\$1,900)</u> |
| Net Profit/Loss     | \$2,200           | Net Profit/Loss      | (-\$1,600)        | Net Profit/Loss      | \$2,100           |
| Disallowed          |                   | Disallowed           |                   | Disallowed           |                   |
| Deductions          | \$1,000**         | Expenses             | \$1,000**         | Expenses             | \$1,000**         |
| Adjusted Net        | \$3,200           | Adjusted Net         | (-\$600)          | Adjusted Net         | \$3,100           |

|                    |                    |                |
|--------------------|--------------------|----------------|
| Net Profits:       | October 2003       | \$3,200        |
|                    | November 2003      | \$(600)*       |
|                    | December 2003      | <u>\$3,100</u> |
| Total Net Profit   |                    | \$6,300        |
|                    | Divide by <u>3</u> |                |
| Monthly Net Profit |                    | \$2,100        |

\_\_\_\_\_  
(Signature of Person Earning Income)

Date: \_\_\_\_\_

The information provided above is true and correct to the best of my knowledge.

**\* Please note: The net profit for November 2000 is a negative amount and is counted as zero.**

**\*\* Please note: Draws are not allowable deductions and are added back into the net profit or loss.**